

November 22, 2010

Kathleen Billingsley
Assistant Executive Officer, Health Benefits
CalPERS
400 Q Street
Sacramento, CA 95811

Subject: Executive Summary for the CalPERS Long Term Care Program

Dear Ms. Billingsley:

We attached an updated executive summary which summarizes valuation results from the 2009 annual valuation to the September 30, 2010 update to the 2010 annual valuation.

Following the executive summary, we have attached a report summarizing our efforts to update the 2010 valuation report with data/information as of September 30, 2010. Please note that this report is not meant to serve as complete actuarial documentation. Much additional relevant data/information is available for distribution and can be provided upon request.

Acknowledgments

We would like to acknowledge the efforts of our staff members, who assisted us with nearly every aspect of this project:

Constance D. Rogers, FSA, MAAA
Jevon Brenneman
Michael B. Pfau

Conclusion

Please feel free to contact us directly to discuss anything presented in this report at the contact information summarized below.

Sincerely,

A handwritten signature in black ink, appearing to read 'Karl G. Volkmar', with a stylized, cursive script.

Karl G. Volkmar, FSA, MAAA, FCA
Principal & Consulting Actuary
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A handwritten signature in black ink, appearing to read 'Clark A. Heitkamp', with a stylized, cursive script.

Clark A. Heitkamp, FSA, MAAA, LTCP
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